

Message Text

CONFIDENTIAL

PAGE 01 USNATO 05320 01 OF 02 251109Z
ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 PM-05 INR-10 L-03 ACDA-12
NSAE-00 PA-01 SS-15 SP-02 ICA-11 TRSE-00 /072 W
-----112019 251115Z /11

O 251058Z MAY 78
FM USMISSION USNATO
TO ESD HANSCOM AFB MA IMMEDIATE
INFO SECDEF WASHDC IMMEDIATE
SECSTATE WASHDC IMMEDIATE 1916
CSAF WASHDC IMMEDIATE
OSAF WASHDC IMMEDIATE
AFSC ANDREWS AFB MD IMMEDIATE
AMEMBASSY COPENHAGEN IMMEDIATE
AMEMBASSY OSLO IMMEDIATE
AMEMBASSY PARIS IMMEDIATE
AMEMBASSY ROME IMMEDIATE

C O N F I D E N T I A L SECTION 01 OF 02 USNATO 05320

ESD FOR YW/CC. AFSC FOR SD. CSAF FOR ATF/RDPN. OSAF FOR
SAFALP. SECDEF FOR OASD/ISA AND USDRE. EMBASSIES FOR
DAOS.

E.O. 11652: GDS
TAGS: OCON, NATO, MILL, AWACS
SUBJECT: AWACS - AEW PAYMENT PHASING AND DANISH REQUEST
THE FOLLOWING MESSAGE IS TRANSMITTED FOR ESD/OL-AIOO(US-
NAPO).

BEGIN TEXT.

1. ON 24 MAY 1978, MR. J. HAARH, COUNSELLOR IN DANISH
NATO DELEGATION, CONTACTED COL. EAGLET (NAPO) WITH REQUEST
TO DETERMINE POSSIBILITY FOR US BILATERAL ACCOMMODATION TO
ASSIST DANES IN ACCEPTING FULL SHARE (\$30.5M) IN NATO AEW
ACQUISITION PROGRAM.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 USNATO 05320 01 OF 02 251109Z

2. FOLLOWING UP ON LAST WEEK'S DISCUSSION WITH DEFENSE
MINISTER SAGAARD, MR. HAARH SEEKS METHOD WHEREBY DANISH
CONTRIBUTION COULD BE LIMITED TO TOTAL OF \$20M DURING
1983-1985 (EXAMPLE: \$6.7M PER YEAR) WITH REMAINDER DUE
AFTER 1985. ABILITY FOR AEW PAYMENTS PRIOR TO 1983 HAS
BEEN CURTAILED BY F-16 COMMITMENTS, AND FLEXIBILITY TO

FIT AEW FUNDING WITHIN 1983-5 IS LIMITED TO APPROXIMATELY \$20M. NEVERTHELESS, DANES RECOGNISE CURRENT AEW FUNDING PROFILES DO NOT HAVE SCOPE TO ACCOMMODATE SUCH AN ADJUSTMENT, SINCE US IS PAID UP IN 1983 AND ACQUISITION PROGRAM ENDS IN 1985. THEREFORE, DANES PERCEIVE BILATERAL AGREEMENT WITH US TO PRE-FINANCE PORTION OF DANISH SHARE, WITH REIMBURSEMENT IN 1986, AS ONLY PRACTICAL COURSE TO ACHIEVE POSSIBLE FULL DANISH COMMITMENT.

3. THIS PARAGRAPH CONTAINS A LIST OF SUGGESTED PLANNING ASSUMPTIONS, UPON WHICH AN ANALYSIS OF THE IMPLICATIONS OF SUCH A PROSPECTIVE AGREEMENT IS PRESENTED IN PARAGRAPH 4.

- A. BASELINE PAYMENT PROFILE AS CASE A, PO/78/18, ADDENDUM, APPENDIX 8.
- B. ITALIAN COMMITMENT PER PO/78/18 ADDENDUM 2, PLUS \$15M PER YEAR IN 1984/5.
- C. FRENCH SUBSCRIPTION PER NAPO/PM(78)552 (DTG 170952Z MAY 78).
- D. REQUIREMENT TO REDUCE 1983 NORWEGIAN PAYMENT TO ZERO, ALSO AN F-16 RELATED PROBLEM (NORWEGIAN LETTER TO ASG/DS DATED 12 MAY).

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 USNATO 05320 01 OF 02 251109Z

- E. NO ESM EXPENDITURES BEFORE 1985.

4. RELATIVE TO CURRENT PAYMENT PROFILE (CASE A, APPENDIX 8, ADDENDUM TO PO/78/18), ASSUMPTIONS IN PARAGRAPH 3 WOULD PROVIDE FOLLOWING EXCESSES/(DEFICITS). TY DESIGNATES TOTAL FOR YEAR; TC DESIGNATES CUMULATIVE TOTAL.

-
CY 78-80 1981 1982 1983 1984 1985 1986 SUB-
- SEQ.

DE (4.05) (11.97)(7.49) 2.03 4.76 6.32 10.40

FR 15.00 10.00 10.00 10.00 10.00 10.00 10.00 12.5

IT 9.60 5.60 (33.97)(37.24) (2.52) 11.49 15.00 32.04

NO (10.88) 10.88

TY 20.55 3.63 (31.46)(36.09) 23.12 27.81 35.40 157.04

TC 20.55 24.18 (7.28)(43.37)(20.25) 7.56 42.96 200

FROM THE LAST LINE ABOVE, IT CAN BE SEEN THAT SUBJECT TO THE ACCURACY OF CURRENT PLANNING DATA, THE OVERALL EFFECT OF KNOWN PAYMENT PHASING PROBLEMS FOR CASE A COULD BE SOLVED IF \$7.3M COULD BE "BORROWED" IN 1982, AND \$36.1M MORE "BORROWED" IN 1983, WITH PAYBACKS COMPLETED IN 1985. MOREOVER, THE EXCESSES THROUGH 1986 SHOULD FACILITATE RETROFIT OF A LOW-COST, STAND-ALONE ESM SOLUTION.

5. MR. HAARH PLANS TO DISCUSS SUBJECT WITH MINISTER

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 USNATO 05320 02 OF 02 251109Z
ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 PM-05 INR-10 L-03 ACDA-12
NSAE-00 PA-01 SS-15 SP-02 ICA-11 TRSE-00 /072 W
-----112025 251114Z /11

O 251058Z MAY 78
FM USMISSION USNATO
TO ESD HANSCOM AFB MA IMMEDIATE
INFO SECDEF WASHDC IMMEDIATE
SECSTATE WASHDC IMMEDIATE 1917
CSAF WASHDC IMMEDIATE
OSAF WASHDC IMMEDIATE
AFSC ANDREWS AFB MD IMMEDIATE
AMEMBASSY COPENHAGEN IMMEDIATE
AMEMBASSY OSLO IMMEDIATE
AMEMBASSY PARIS IMMEDIATE
AMEMBASSY ROME IMMEDIATE

C O N F I D E N T I A L SECTION 02 OF 02 USNATO 05320

SOGAARD IN MID-JUNE. HE THEREFORE REQUESTS PRELIMINARY RESPONSE FROM US AUTHORITIES RELATIVE TO PARAGRAPH 2 ABOVE BY 10 JUNE (POSSIBLY THROUGH EAGLET) WITH SUGGESTION FOR BILATERAL US/DANISH DISCUSSIONS IN COPENHAGEN DURING JUNE.
END TEXT. GLITMAN

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AWACS, AIR DEFENSE, FINANCIAL CONTRIBUTIONS, WARNING SYSTEMS
Control Number: n/a
Copy: SINGLE
Draft Date: 25 may 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978USNATO05320
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: D780220-1167
Format: TEL
From: USNATO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780517/aaaaanzm.tel
Line Count: 161
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: d76f3096-c288-dd11-92da-001cc4696bcc
Office: ACTION EUR
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 31 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2559996
Secure: OPEN
Status: NATIVE
Subject: AWACS - AEW PAYMENT PHASING AND DANISH REQUEST THE FOLLOWING MESSAGE IS TRANSMITTED FOR ESD/OL-AIOO(US-NAPO).
TAGS: OCON, MILI, DA, US, NATO
To: ESD HANSCOM AFB MA STATE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/d76f3096-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014